

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 314 - HB 756

March 23, 2023

SUMMARY OF BILL: Prohibits an insurer that is obligated to pay at least part of the cost of repairing a motor vehicle under an insurance policy issued by the insurer from directing a body shop to repair a motor vehicle until the insurer has presented the insured with a written or electronic notice that meets certain requirements such as giving the insured the opportunity to approve body parts to be used in the repair of the motor vehicle. Applies only in the five years following the model year of the motor vehicle. Declares a violation of this act as an unfair claims practice.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation will not have a significant impact on the policies or procedures of the Department of Commerce and Insurance.
- Passage of this legislation is not expected to result in a significant increase in caseloads related to unfair claims; therefore, any impact to the court system is estimated to be not significant.
- Any other significant impacts of the proposed legislation will be borne by consumers, automobile insurers, and other private parties and will not result in a significant impact to state or local government.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

- Any impact on commerce or jobs in this state is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The script is cursive and fluid.

Krista Lee Carsner, Executive Director

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